



*Investments and uncertainty: Are large firms different  
from small ones?*

by M. Merrow

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**Abstract:** The present work deals with the effect of uncertainty on investments. We employ a panel data from 2500 Spanish firm's balance sheets. We reveal the different responses between and within sectors. At aggregate level the effect of uncertainty is negative. The negative impact of uncertainty is more profound for smaller firms.

**Key words:** financial crisis, small firms, investments, uncertainty, EU economy.